

AGENDA
HEALTH SERVICES AND DEVELOPMENT AGENCY

Legislative Plaza
Room 29
Sixth Avenue North & Union Street
Nashville, TN

Wednesday, December 17, 2008
8:30 a.m. CST

I. CALL TO ORDER

II. DIRECTOR'S ANNOUNCEMENTS

III. OTHER BUSINESS

- A. Health Plan Update: Jeff Ockerman, Director of Health Planning, Department of Finance & Administration

IV. CONSENT CALENDAR

APPROVED

Motion: Dr.
Handorf
2nd: Mr. Lammert
8-0-0

- A. Hospice of Cumberland County d/b/a Cumberland House, Crossville (Cumberland County), TN — CN0810-077
The establishment of a six (6)-bed residential hospice containing approximately 4,067 square feet of space. The project does not contain any major medical equipment and will not initiate nor discontinue any other health services.
\$ 739,297.00

V. CERTIFICATE OF NEED APPLICATIONS

APPROVED

Motion: Mr.
Lammert
2nd: Mr. Jones
8-0-0

- A. Cumberland River Hospital, Celina (Clay County), TN — CN0809-063
The initiation of magnetic resonance imaging (MRI) services limited to five (5) days per week. The MRI unit to be acquired will be a Picker 1.0T MRI system in a mobile trailer. No licensed beds will be affected.
\$ 497,000.00

APPROVED

Motion: Dr.
Caldwell
2nd: Dr. Handorf
and Mr. Atchley
8-0-0

- B. Bradley/Cleveland Services, Inc., Site A, Cleveland (Bradley County), TN — CN0809-064
The establishment of a four (4) bed* ICF/MR home for four (4) residents who will transfer or be referred from a State of Tennessee development center. Services will include complete life care support for individuals with mental retardation, appropriate therapies, community integration opportunities, and life skills development. The home will be licensed by the Tennessee Department of Mental Health and Developmental Disabilities.
\$ 588,875.00
* These beds will be subject to the 40 bed ICF/MR Bed Pool for 2008-2009.

APPROVED

Motion: Dr.
Handorf
2nd: Mr. Atchley
8-0-0

- C. Bradley/Cleveland Services, Inc., Site B, Cleveland (Bradley County), TN — CN0809-065
The establishment of a four (4) bed* ICF/MR home for four (4) residents who will transfer or be referred from a State of Tennessee development center. Services will include complete life care support for individuals with mental retardation, appropriate therapies, community integration opportunities, and life skills development. The home will be licensed by the Tennessee Department of Mental Health and Developmental Disabilities.
\$ 588,875.00
* These beds will be subject to the 40 bed ICF/MR Bed Pool for 2008-2009.

- DENIED**
Motion: Mr. Atchley
2nd: Ms. Weaver
8-0-0
- D. Governor's Bend, Erwin (Unicoi County), TN — CN0809-066
The construction of a new twenty-eight (28)-bed* skilled nursing home. These beds will be licensed by the Tennessee Department of Health as skilled nursing homes beds and certified for participation in the Medicare program.
\$ 1,885,457.00
* These beds will be subject to the 125 Nursing Home Bed Pool for 2008-2009.
Opposition: The Center on Aging and Health; Erwin Health Care Center; Tom Sexton, CEO, Appalachian Christian Village
- APPROVED**
Motion: Dr. Handorf
2nd: Ms. Weaver
8-0-0
- E. Knoxville Comprehensive Breast Center, Knoxville (Knox County), TN — CN0809-068
The relocation of an in-house magnetic resonance imaging (MRI) unit and MRI services from the current location at 6307 Lonas Drive, Knoxville (Knox County), TN 37909 to a yet un-numbered office suite under construction at 1400 Dowell Springs Blvd., Knoxville (Knox County), TN 37909 and the acquisition of one (1) additional in-house dedicated breast MRI unit.
\$ 2,919,905.00
- APPROVED**
Motion: Mr. Jones
2nd: Mr. Atchley
8-0-0
- F. Johnson County Community Hospital, Mountain City (Johnson County), TN — CN0809-069
The initiation of magnetic resonance imaging (MRI) services limited to two (2) days per month. The project will not involve any other major medical equipment and will not initiate nor discontinue any other type of health service.
\$ 79,000.00
- Dr. Handorf
recused*
APPROVED
Motion: Dr. Caldwell
2nd: Mr. Atchley
4-3-0
[Nay-Weaver, Gaither & Jones]
- G. Methodist Healthcare-Memphis Hospitals d/b/a Methodist North Hospital, Memphis (Shelby County), TN — CN0809-070
The discontinuance of obstetric (OB) services. The project involves the conversion of twenty-seven (27) OB beds to medical-surgical beds, and minor renovations of approximately 26,660 square feet of space. This project does not contain any major medical equipment or initiate any health service.
\$ 101,000.00
Opposition: Baptist Memorial Health Care Corporation; Thomas D. Greenwell, M.D.
- Dr. Handorf
recused*
APPROVED
Motion: Mr. Lammert
2nd: Mr. Jones
8-0-0
- H. Methodist Healthcare-Memphis Hospitals d/b/a LeBonheur Children's Medical Center, Memphis (Shelby County), TN — CN0809-071
The addition of thirty (30) neonatal intensive care unit (NICU) beds at the replacement hospital (approved by CN0609-076) located at the corner of Poplar Avenue and North Dunlap. Construction of the new hospital is underway. This project will require additional construction to build out 24,000 square feet of approved shelled space to accommodate the new beds. Methodist LeBonheur currently has thirty (30) licensed NICU beds. The new hospital will open with a total of sixty (60) licensed NICU beds. Methodist LeBonheur will transfer ten (10) NICU beds from Methodist North Hospital and the other twenty (20) will be new NICU beds. Methodist LeBonheur (225 Licensed beds) and Methodist North Hospital (260 licensed beds) are two of five hospitals under the Methodist Healthcare-Memphis Hospitals' 1,563-bed license. The project will increase the total licensed beds to 1,583 by increasing Methodist LeBonheur's to 255 and decreasing Methodist North to 250. The bed complements of the three other hospitals under the Methodist Healthcare-Memphis Hospital's license are not affected by this project. The project does not contain any major medical equipment or initiate or discontinue any health service.
\$ 8,028,023.00
Opposition: Baptist Memorial Health Care Corporation

**DEFERRED TO
THE FEBRUARY
MEETING**

- I. StoneCrest Medical Center, Smyrna (Rutherford County), TN — CN0809-072
The construction of a six (6) bed neonatal intensive care (NICU) nursery and the initiation of intermediate NICU services. StoneCrest Medical Center is a licensed seventy-five (75) bed general hospital. It is now implementing a Certificate of Need to expand to 101 hospital beds. This proposed project will add another six (6) licensed NICU beds, increasing the hospital's approved complement to 107 licensed beds, at which time Southern Hills Medical Center (another hospital owned and managed by HCA) will delicense its six (6) bed NICU nursery, reducing its hospital license from 120 to 114 hospital beds. The project does not contain major medical equipment or initiate or discontinue any other health service, or change any other licensed beds in the area.
\$ 2,774,900.00

Opposition: Baptist Hospital; Middle Tennessee Medical Center

APPROVED

Motion: Mr.
Atchley
2nd: Dr. Caldwell
7-1-0
[Nay-Jones]

- J. Southern Hills Medical Center, Nashville (Davidson County), TN — CN0809-073
The discontinuance of obstetrics (OB) services. Southern Hills Medical Center is licensed for 120 hospital beds. The project does not contain major medical equipment or initiate or discontinue any other health service, or change any other facility's licensed bed complements. However, Stonecrest Medical Center another hospital owned by HCA is seeking CON approval to add a licensed six (6) bed NICU service in a companion application filed simultaneously with this application. If both are approved, Southern Hills Medical Center will delicense its six (6) bed NICU nursery service upon licensure of the StoneCrest Medical Center nursery, reducing Southern Hill Medical Center's license to 114 hospital beds.
\$ 50,000.00

VI. GENERAL COUNSEL'S REPORT

APPROVED

Motion: Mr.
Atchley
2nd: Dr. Handorf
8-0-0
12 month
extension to
March 1, 2010

- A. May Cravath Wharton Nursing Home, Pleasant Hill (Cumberland County), TN — CN0610-083A
Request for a nine (9) month extension of the expiration date from March 1, 2009 to December 1, 2009. This project was approved at the January 24, 2007 Agency meeting for the construction of a replacement facility of a currently licensed sixty-two (62)* bed intermediate care nursing home to be located on the west side corner of West Lake Road and Main Street directly southwest of the current location. *These beds were not subject to the 125 Nursing Home Bed Pool for 2006-2007. The project cost was \$4,489,192.00.

VII. MINUTES

- A. Approval of November 19, 2008 Minutes

VIII. ADJOURNMENT